

# Pari-Mutuel Wagering Tax

Pari-mutuel wagering tax is imposed for race meets other than those conducted on Nebraska State Fairground Property. Wagers placed at live meets, simulcast events, by telewagering, and by telephonic wagering are subject to tax. The tax applies to every corporation or association licensed to conduct horseracing within the state.

The tax rate is a two-tier system. The first \$10,000,000 of wagers are exempt. For wager amounts over \$10,000,000 and less than or equal to \$73,000,000, the tax rate is 2.5%. For amounts in excess of \$73,000,000, the tax rate is 4%. A tax credit is allowed for capital improvements and maintenance of the premises within

the race track enclosure. The credit claimed cannot exceed \$1,400,000 and is equal to 2% of the first \$70,000,000 of taxable wagers. An additional tax of 0.5% is imposed on wagers placed by telephone. The 0.5% tax on wagers placed by telephone is deposited in the Racing Commission's Cash Fund. All other revenue is deposited in the General Fund.

Table 6 – 2006 Pari-Mutuel Report

Organization	Live Race Meets	Nebraska Simulcast	Out-of-State Simulcast	Telephonic Wagering	Total	Amount Taxable	Tax and Fees Due	Tax Credit	Tax Paid
Hall County Improvement Assn.	\$4,301,603	\$490,459	\$11,267,452	\$0	\$16,059,513	\$0	\$0	\$0	\$0
Omaha Exposition & Racing, Inc.	589,463	1,869,475	45,633,371	0	48,092,310	231,073,362	130,809,790	4,621,467	188,323
ATOKAD Agriculture & Racing Assn.	0	0	0	0	0	0	0	0	0
Platte County Agricultural Society	1,413,179	516,193	5,295,303	0	7,223,674	0	0	0	0
Nebraska State Board of Agriculture	1,966,385	804,419	17,727,034	0	20,497,838	10,497,838	262,446	209,957	52,489
Horseman's Atokad	124,838	317,998	4,162,614	0	4,605,447	0	0	0	0
<b>Total</b>	<b>\$8,395,468</b>	<b>\$3,998,544</b>	<b>\$84,085,774</b>	<b>\$0</b>	<b>\$96,478,782</b>	<b>\$241,571,200</b>	<b>\$131,072,236</b>	<b>\$4,831,424</b>	<b>\$240,812</b>

## Chronology of Pari-Mutuel Wagering Tax Rates

	Live Race Meets	Nebraska Simulcast	Out-of-State Simulcast	Total	Amount Taxable	Tax Due	Tax Credit	Tax Paid
1990	\$65,976,048	\$46,121,266	\$13,083,748	\$125,181,062	\$73,113,450	\$1,462,269	\$1,462,269	\$0
1991	53,164,942	43,514,910	18,083,307	114,763,159	66,122,266	1,653,057	1,322,445	330,611
1992	53,478,580	43,405,104	21,385,065	118,268,749	69,848,538	1,746,213	1,396,971	349,243
1993	46,805,857	37,828,433	25,003,856	109,638,146	61,339,223	1,533,481	1,226,784	306,696
1994	28,504,850	8,213,455	48,267,613	84,985,918	64,985,918	1,624,648	1,299,718	324,930
1995	25,870,809	15,022,237	77,502,903	118,395,949	65,407,650	1,635,191	1,308,150	327,041
1996	10,226,390	8,742,475	71,067,296	90,036,361	42,244,246	1,056,107	844,885	211,222
1997	9,295,840	7,302,737	71,529,486	88,128,063	41,824,793	1,045,620	836,499	209,121
1998	7,965,015	5,014,469	92,111,131	105,091,665	59,490,425	1,487,261	1,189,788	297,445
1999	10,068,127	5,939,496	94,932,440	110,940,063	66,515,208	1,662,880	1,330,304	332,576
2000	9,504,065	5,571,353	96,598,644	111,624,062	66,905,993	1,672,650	1,338,120	334,530
2001	8,642,910	5,363,606	99,845,725	113,852,241	65,301,333	1,632,533	1,306,027	327,529
2002	8,741,849	5,603,053	98,694,397	107,255,574	73,569,576	1,839,148	1,471,300	373,878
2003	8,168,013	5,101,720	99,014,921	112,284,654	71,456,681	1,786,417	1,429,134	357,283
2004	8,625,870	5,005,855	93,721,191	107,352,916	64,222,737	18,130,482	1,284,455	321,115
2005	8,564,190	5,155,281	89,794,580	103,514,050	79,581,479	1,536,274	1,229,020	307,255
2006	8,395,468	3,998,544	84,085,774	96,478,782	241,571,200	131,072,236	4,831,424	240,812